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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklin, Louisiana 70438

We have audited the accompanying component unit financial statements and supplemental information of the Housing Authority of Washington Parish, Louisiana, as of September 30, 1996, and for the year then ended. These financial statements are the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, *Governmental Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, *Audit of State and Local Governments*. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the Housing Authority of Washington Parish, Louisiana, prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the U. S. Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements and supplemental information referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and surplus of the Housing Authority of Washington Parish, Louisiana, as of September 30, 1996, and the results of its revenues and expenses and changes in its surplus for the year then ended on the basis of accounting described in Note 1.



Bruce Harrell & Company, CPAs  
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December 18, 1996

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**INDEPENDENT AUDITOR'S REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN  
ADMINISTERING FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklinton, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, as of and for the year ended September 30, 1996, and have issued our report thereon dated December 29, 1996. We have also audited the compliance of the Housing Authority of Washington Parish, Louisiana, with requirements applicable to major federal financial assistance programs and have issued our report thereon dated December 18, 1996.

We conducted our audits in accordance with generally accepted auditing standards, *Government Auditing Standards*, issued by the Comptroller General of the United States and Office of Management and Budget (OMB) Circular A-128, *Audit of State and Local Governments*. Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the Housing Authority of Washington Parish, Louisiana, complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended September 30, 1996, we considered the internal control structure of the Housing Authority of Washington Parish, Louisiana in order to determine our auditing procedures for the purpose of expressing our opinions on the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, and on the compliance of the Housing Authority of Washington Parish, Louisiana with requirements applicable to major programs, and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the component unit financial statements in a separate report dated December 29, 1996.

The management of the Housing Authority of Washington Parish, Louisiana is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projections of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

**BRUCE HARRELL & CO.**  
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To the Board of Commissioners  
Housing Authority of Washington Parish  
Page 3

This report is intended for the information of management, the Legislative Auditor and the cognizant federal agency.  
This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Bruce Harrell & Co.*  
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December 29, 1996

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS  
APPLICABLE TO AFFIRMATIVE FAIR HOUSING**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklin, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, for the year ended September 30, 1998, and have issued our report thereon dated December 16, 1998.

We have applied procedures to test the Housing Authority of Washington Parish's compliance with the Affirmative Fair Housing requirements applicable to its HUD-assisted programs, for the year ended September 30, 1998.

Our procedures were limited to the applicable compliance requirement described in the Consolidated Audit Guide for Audits of HUD Programs issued by the U. S. Department of Housing and Urban Development, Office of the Inspector General in July 1993. Our procedures were substantially less in scope than an audit, the objective of which would be the expression of an opinion on the Housing Authority of Washington Parish's compliance with the Affirmative Fair Housing requirements. Accordingly, we do not express an opinion.

With respect to the items not tested, the results of these procedures disclosed no material instances of noncompliance with the Affirmative Fair Housing requirements. With respect to items not tested, nothing came to our attention that caused us to believe that the Housing Authority of Washington Parish had not complied, in all material respects, with these requirements.

This report is intended for the information of the Legislative Auditors, management and the Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.



Bruce Harrell & Company, CPAs  
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December 16, 1998

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH THE GENERAL REQUIREMENTS  
APPLICABLE TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklin, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, as of and for the year ended September 30, 1996, and have issued our report thereon dated December 19, 1996.

We have applied procedures to test the Housing Authority of Washington Parish, Louisiana's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended September 30, 1996:

- political activity
- civil rights
- cash management
- federal financial reports
- administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Housing Authority of Washington Parish, Louisiana's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of these procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Housing Authority of Washington Parish, Louisiana, had not complied, in all material respects, with these requirements.

This report is intended for the information of the Legislative Auditors, management and the Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.

*Bruce Harrell & Co.*

Bruce Harrell & Company, CPAs  
A Professional Accounting Corporation

December 19, 1996

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**INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklin, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, for the year ended September 30, 1996, and have issued our report thereon dated December 18, 1996. These financial statements are the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-134, *Audit of State and Local Governments*. These standards and OMB Circular A-134 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the financial statements of the Housing Authority of Washington Parish, Louisiana, taken as a whole. The accompanying schedule of federal financial assistance is presented for the purpose of additional analysis and is not a required part of the financial statements. The information in these schedules has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.



Bruce Harrell & Company, CPAs  
A Professional Accounting Corporation

December 18, 1996

Housing Authority of Washington Parish, HA  
Franklin, Louisiana  
Special Revenue Fund

BRID Section 8  
Housing Assistance Payments Program  
Project LA-48-V217-800  
Voucher Program  
Annual Contributions Contract FWS-2259V

Balance Sheet  
September 30, 1990

**Assets**

Cash	\$ 21,408
Equipment	1,854
<b>Total Assets</b>	<u>\$ 23,262</u>

**Liabilities and Surplus**

**Liabilities**

Accounts Payable - HUD	\$ 3,512
Due to BRID Section 8 Housing	77,166
<b>Total Liabilities</b>	<u>80,678</u>

Surplus (Deficit) - See Statement of Analysis of Surplus

<b>Total Liabilities and Surplus</b>	<u>\$ 23,262</u>
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The accompanying notes are an integral part of these statements.

**Housing Authority of Washington Parish, HAHA  
Annual Financial Report  
As of and For the Year Ended September 30, 1996**

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**Housing Authority of Washington Parish, HA  
Franklin, Louisiana  
Special Revenue Fund**

**HUD Section 8  
Housing Assistance Payments Program  
Project LA-46-V217-802  
Voucher Program  
Annual Contributions Contract FW-2259V**

**Statement of Revenues, Expenditures, and Changes in Surplus - Budget and Actual  
Year Ended September 30, 1996**

	<u>Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
<b>Revenues</b>			
<b>Intergovernmental:</b>			
Contributions Received from HUD	\$ 93,246	\$ 91,282	\$ (1,964)
<b>Total Revenues</b>	<u>93,246</u>	<u>91,282</u>	<u>(1,964)</u>
<b>Expenditures</b>			
<b>General and Administrative:</b>			
Ongoing Administrative Fees	8,432	16,406	(7,974)
Accountant Audit Cost	580	258	322
Housing Assistance Program Payments	72,996	78,467	(5,471)
Preliminary Administrative Fees	-	-	-
<b>Total Expenditures</b>	<u>81,998</u>	<u>95,131</u>	<u>(13,133)</u>
<b>Excess of Revenues (Expenditures)</b>	11,248	(3,849)	(15,133)
<b>Surplus (Deficit), Beginning of Year</b>	(85)	(85)	-
<b>Rounding</b>	-	(1)	(1)
<b>Surplus (Deficit), End of Year</b>	<u>\$ 11,163</u>	<u>\$ (3,935)</u>	<u>\$ (15,139)</u>

The accompanying notes are an integral part of these statements.

## Voucher Program

**BRUCE HARRELL & CO.**  
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To the Board of Commissioners  
Housing Authority of Washington Parish  
Page 2

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of the specific internal control structure element does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of management, the Legislative Auditor and the cognizant federal agency. This intention is not intended to limit the distribution of this report, which is a matter of public record.



Bruce Harrell & Company, CPAs  
*A Professional Accounting Corporation*

December 19, 1996

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# Housing Authority of Washington Parish, PHA

## Annual Financial Report

Year Ended September 30, 1996

Special Revenue Funds  
HUD SECTION 8

HOUSING ASSISTANCE PAYMENTS PROGRAM  
EXISTING HOUSING CERTIFICATES  
PROJECT LA-48-2313-800  
ANNUAL CONTRIBUTIONS CONTRACT PW-2118

VOUCHER PROGRAM  
PROJECT LA-48-7017-003  
ANNUAL CONTRIBUTIONS CONTRACT PW-2299

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, orally and where appropriate public officials. This report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Printed Date JUN 7 2 1997

Housing Authority of Washington Parish, PLLA  
Franklin, Louisiana  
Special Revenue Fund

HELD Section 8  
Housing Assistance Payments Program  
Project LA-48-V117-682  
Voucher Program  
Annual Contribution Contract PW-02564

Schedule of Revenues and Expenditures  
Year Ended September 30, 1996

Operating Income	\$ _____
Operating Expenses	
Preliminary Administrative Expense - Prior to Annual Contribution Contract	-
Preliminary Administrative Expense - After Annual Contribution Contract	-
Administrative Expenses	36,406
Accountant Audit Cost	258
General Expense	-
Housing Assistance Payments	78,467
Total Operating Expenses	\$ <u>115,131</u>

The accompanying notes are an integral part of these statements.

**BRUCE HARRELL & CO.**  
CERTIFIED PUBLIC ACCOUNTANTS  
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To the Board of Commissioners  
Housing Authority of Washington Parish  
Page 2

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering Federal financial assistance programs in the following categories:

**General Requirements:**

- 1) Political Activity
- 2) Civil Rights
- 3) Cash Management
- 4) Federal Financial Reports
- 5) Administration Requirements

**Specific Requirements:**

- 1) Eligibility
- 2) Reporting
- 3) Special Requirements

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended September 30, 1998, the Housing Authority of Washington Parish, Louisiana, expended 100 percent of its total federal financial assistance under the Housing Authority's major federal financial assistance programs.

We performed tests of controls, as required by DMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the Housing Authority of Washington Parish, Louisiana, major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a separable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

**Boarding Authority of Washington Parish, PMA**  
**Notes to Financial Statements**  
**As of and For the Year Ended September 30, 1995**

**Note 5 - Board of Commissioners**

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*All of the commissioners served without compensation.*

**Housing Authority of Washington Parish, PHA**  
**Notes to Financial Statements**  
**As of and For the Year Ended September 30, 1996**

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

**Basis of Accounting -** Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All Special Revenue Funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable, and available.

**Budget and Budgetary Accounting -** In accordance with a HUD requirement, the Housing Authority prepares and submits a budget for the next fiscal year for approval by HUD. Any amendments to the budget must be approved by HUD.

**Note 2 - Cash**

At year end, the carrying amount of the Housing Authority's checking account was \$25,480 and the undivided bank balance was \$43,244. The entire amount of the Housing Authority's bank balance was covered by FDIC.

**Note 3 - Federal Income Tax**

The Housing Authority is not subject to federal income taxes in accordance with the Internal Revenue Code (IRC) Section 115 which exempts income of states and political subdivisions, etc.

**Note 4 - Annual Vacation and Sick Leave**

The Housing Authority has one full-time employee and one part-time employee, who are not subject to vacation or sick leave accounts.

**Note 5 - Omissions of Certain Disclosures**

This audit report is intended for use by the Housing Authority and the U.S. Department of Housing and Urban Development (HUD). HUD provides the Housing Authority with detailed manuals which prescribe and describe accounting principles or procedures to be used by the Housing Authority which, in certain cases, differs from generally accepted accounting principles. Any significant or material deviations from HUD's prescribed principles or procedures are required to be reported as findings in the audit report. Therefore, this audit report may not necessarily present all disclosures as required by generally accepted auditing standards.



**Housing Authority of Washington Parish, HA  
Notes to Financial Statements  
As of and For the Year Ended September 30, 1990**

**Note 1 - Summary of Significant Accounting Policies**

The Housing Authority of Washington Parish, Louisiana, (the "Housing Authority") was organized on July 17, 1965, under the provisions of the State of Louisiana. On January 2, 1986, a resolution by the Washington Parish Police Jury was passed to request the Citizenship of the HUD Section 8 Program be transferred to the Housing Authority. The Housing Authority operates under a Board of Commissioners form of government and administers the HUD Section 8 Program.

**Basis of Presentation** - The accounting policies and the presentation of the financial statements of the Housing Authority are on the basis of accounting prescribed or permitted by the U. S. Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles. See Note 5, *Guidance of Certain Disclosures*.

**Reporting Entity** - As the governing authority of the parish, for reporting purposes, the Washington Parish Police Jury is the financial reporting entity for Washington Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which serious and significant of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Washington Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the police jury to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are financially dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because criteria 1a, 1b, and 3 apply, the Housing Authority was determined to be a component unit of the Washington Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on funds maintained by the Housing Authority and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

**Fund Accounting** - Governmental resources are allocated and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Housing Authority has only one governmental accounting fund type. It is a Special Revenue Fund.

Housing Authority of Washington Parish, HA  
Franklin, Louisiana  
Special Revenue Fund

HAID Section 8  
Housing Assistance Payments Program  
Project LA-88-Y217-082  
Voucher Program  
Annual Contributions Contract FW-21584

Analysis of General Fund Cash Balance  
Year Ended September 30, 1996

<b>Net Operating Receipts Retained:</b>	
Operating Reserve - Section 8 Voucher Program	\$ (1,806)
<b>Expenses/Cost Not Paid:</b>	
Accounts Payable - HAID	1,512
Due to Section 8 Existing Housing Certificates	27,166
<b>Other Items:</b>	
Net Decreasing Provisions for Operating Reserve Capital Expenditures	<u>(1,384)</u>
<b>General Fund Cash Available</b>	\$ <u>25,488</u>

The accompanying notes are an integral part of these statements.

Housing Authority of Washington Parish, HA  
Franklinton, Louisiana  
Special Revenue Fund

BRID Section 8  
Housing Assistance Payments Program  
Project LA-48-V237-082  
Voucher Program  
Annual Contributions Contract PW-2248V

**Computation of Annual Contributions Earned and Project Account, Operating Reserve Changes**  
Year Ended September 30, 1998

<b>Total Annual Contribution Available</b>	
Maximum Contribution For Period	\$ 90,246
Project Account at Beginning of Period	63,241
Total Annual Contribution Available	<u>154,587</u>
<b>Annual Contributions Required</b>	
Preliminary Administrative Expenses-After Annual Contribution Contract	-
Administrative Fee Earned	12,180
Family Self-Sufficiency Project Coordinator	-
Audit Fee	150
Housing Assistance Payments	78,467
Capital Expenditures Approved	-
Total Funds Required	<u>91,283</u>
Project Receipts Other Than Annual Contributions	-
Total Annual Contribution Required	<u>91,283</u>
<b>Project Account Change</b>	<u>63,304</u>
<b>Operating Receipts</b>	
Operating Income	-
Annual Contribution Earned	91,283
Interest Earned	-
Total Operating Receipts	<u>91,283</u>
<b>Operating Expenditures</b>	
Operating Expenses	65,123
Capital Expenditures	-
Total Operating Expenditures	<u>65,123</u>
<b>Net Operating Receipts Available</b>	(3,840)
Other Items	-
<b>Increase (Decrease) in Provision for Operating Reserve</b>	<u>\$ (3,840)</u>

The accompanying notes are an integral part of these statements.

**Housing Authority of Washington Parish, PLLC  
Bossier Parish, Louisiana  
Special Revenue Fund**

**HUD Section 8  
Housing Assistance Payments Program  
Project LA-48-M117-002  
Voucher Program  
Annual Contributions Contract FW-2218V**

**Analysis of Surplus  
Year Ended September 30, 1996**

<b>Unreserved Surplus</b>	
Balance, September 30, 1995	\$ (285,076)
Net Loss for FYE 9/30/96	(95,123)
Provision for Operating Reserve for FYE 9/30/96	-
Provision for Unfunded Project Account for FYE 9/30/96	1,983
Balance, September 30, 1996	<u>(378,216)</u>
<b>Operating Reserve</b>	
Balance, September 30, 1995	3,208
Provision for Operating Reserve for FYE 9/30/96	(2,840)
Rounding	(3)
Balance, September 30, 1996	<u>465</u>
<b>Unfunded</b>	
Balance, September 30, 1995	(92,999)
Provision for Unfunded Project Account for FYE 9/30/96	(2,963)
Balance, September 30, 1996	<u>(95,962)</u>
<b>Cumulative HUD Contributions</b>	
Balance, September 30, 1995	381,351
Annual Contributions for FYE 9/30/96	81,283
Balance, September 30, 1996	<u>462,634</u>
<b>Total Surplus (Deficit)</b>	<b>\$ (2,806)</b>

The accompanying notes are an integral part of these statements.

**Housing Authority of Washington Parish, FHA,  
Franklinton, Louisiana  
Special Revenue Fund**

**HUD Section 8  
Housing Assistance Payments Program**

**Schedule of Federal Financial Assistance  
Year Ended September 30, 1996**

Federal Grants Pass-Through Grants Program Name	Federal CFDA Number	Program or Award Amount	Grant Number	Grant Period
<b>United States Department of Housing and Urban Development</b>				
Existing Housing Certificates	14.156	\$ 31,183.6	FW2118	10/01/95 - 09/30/96
Voucher Program	14.117	\$ 93,245	FW2109V	10/01/95 - 09/30/96
<b>Total Federal Financial Assistance</b>				

The accompanying notes are an integral part of these statements.

<u>Cash/ Accrued Revenue Beginning</u>	<u>Receipts/ Revenue Recognized</u>	<u>Disbursements/ Expenditures</u>	<u>Cash/ Accrued Revenue Ending</u>
\$ -	\$ 300,000	\$ (300,000)	\$ -
-	91,283	(91,283)	-
<u>\$ -</u>	<u>\$ 391,283</u>	<u>\$ (391,283)</u>	<u>\$ -</u>

**Housing Authority of Washington Parish, FHLA  
Franklin, Louisiana  
Special Revenue Fund**

H.U.D. Section 8  
Housing Assistance Payments Program  
Existing Housing Certificate  
Project LA 42-0717-085  
Annual Contributions Contract F39-2138

**Statement of Revenue, Expenditures, and Changes in Surplus - Budget and Actual  
Year Ended September 30, 1996**

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<b>Revenue</b>			
<b>Intergovernmental:</b>			
Contributions Received from H.U.D.	\$ 210,826	\$ 208,289	\$ (1,517)
Interest Received	-	9	9
<b>Total Revenue</b>	<u>210,826</u>	<u>208,298</u>	<u>(1,808)</u>
<b>Expenditures</b>			
<b>General and Administrative:</b>			
Ongoing Administrative Fees	27,683	25,017	2,666
Hard-to-House Fees	280	-	280
Accountant Audit Cost	1,200	1,700	(500)
Housing Assistance Program Payments	124,400	120,601	3,799
Preliminary Administrative Fees	-	-	-
Preliminary Non-Expendable Equipment	-	-	-
<b>Total Expenditures</b>	<u>253,563</u>	<u>247,318</u>	<u>6,245</u>
<b>Excess of Revenue (Expenditure)</b>	17,963	24,160	6,197
<b>Surplus (Deficit), Beginning of Year</b>	(2,666)	(2,666)	-
<b>Surplus (Deficit), End of Year</b>	<u>\$ 15,297</u>	<u>\$ 21,494</u>	<u>\$ 6,197</u>

The accompanying notes are an integral part of these statements.

**BRUCE HARRELL & CO.**  
CERTIFIED PUBLIC ACCOUNTANTS  
A Professional Accounting Corporation

To the Board of Commissioners  
Housing Authority of Washington Parish  
Page 2

This report is intended for the information of management, the Legislative Auditor and the cognizant Federal agency.  
This restriction is not intended to limit the distribution of this report, which is a matter of public record.

  
Bruce Harrell & Company, CPAs  
A Professional Accounting Corporation

December 16, 1996



Housing Authority of Washington Parish, PMA  
Franklin, Louisiana  
Special Revenue Fund

HUD Section 8  
Housing Assistance Payments Program  
Existing Housing Certificate  
Project LA-88-0217-003  
Annual Contributions Contract PW-2158

Analysis of General Fund Cash Balance  
Year Ended September 30, 1996

Net Operating Receipts Retained:		
Operating Reserve - Section 8	\$	21,684
Adjustments:		
Non-Expendable Equipment		(1,809)
Expenses/Cost Not Paid:		
Accounts Payable - HUD		14,803
Accounts Payable - Other		3,392
Accrued Expenses - Other		498
Items Not Received:		
Due From HUD Voucher Program		<u>(21,366)</u>
General Fund Cash Available	\$	<u>18,012</u>

The accompanying notes are an integral part of these statements.

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**INDEPENDENT AUDITOR'S REPORT ON THE INTERNAL CONTROL STRUCTURE  
BASED ON AN AUDIT OF BASIC FINANCIAL STATEMENTS IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklinston, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, as of and for the year ended September 30, 1996, and have issued our report thereon dated December 18, 1996.

We conducted our audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-128, *Audit of State and Local Governments*. These standards and OMB Circular A-128 require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the Housing Authority of Washington Parish, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of the Housing Authority of Washington Parish, Louisiana, for the year ended September 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Housing Authority of Washington Parish, PRA  
Franklinton, Louisiana  
Special Revenue Fund

HUD Section 8  
Housing Assistance Payments Program  
Project LA-05-0217-003  
Entering Housing Certificates  
Annual Contributions Contract PW-2138

Balance Sheet  
September 30, 1996

**Assets**

Cash	\$	18,812
Equipment		5,819
Due from HUD Voucher Program		<u>22,185</u>
Total Assets	\$	<u>46,816</u>

**Liabilities and Surplus**

**Liabilities:**

Accounts Payable - HUD	\$	14,881
Accounts Payable - Other		2,462
Accrued Expenses - Other		<u>490</u>
Total Liabilities		<u>17,833</u>

Surplus - See Statement of Analysis of Surplus

Total Liabilities and Surplus	\$	<u>46,816</u>
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The accompanying notes are an integral part of these statements.

**BRUCE HARRELL & CO.**  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SPECIFIC REQUIREMENTS  
APPLICABLE TO MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Franklin, Louisiana 70438

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, as of and for the year ended September 30, 1996, and have issued our report thereon dated December 19, 1996.

We have also audited the Housing Authority of Washington Parish, Louisiana's compliance with the requirements governing eligibility, reporting, and special tests and provisions that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance, for the year ended September 30, 1996. The management of the Housing Authority of Washington Parish, Louisiana, is responsible for the Housing Authority's compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

We conducted our audit of compliance with these requirements in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-133,  *audits of State and Local Governments* . These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Housing Authority of Washington Parish, Louisiana's compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any material instances of noncompliance with the requirements referred to above.

In our opinion, the Housing Authority of Washington Parish, Louisiana, complied, in all material respects, with the requirements governing eligibility, reporting, special tests and provisions that are applicable to each of its major federal financial assistance programs for the year ended September 30, 1996.

**Housing Authority of Washington Parish, PLLC**  
**Franklinton, Louisiana**  
**Special Revenue Fund**

**HUD Section 8**  
**Housing Assistance Payments Program**  
**Existing Housing Certificates**  
**Project LA-48-0217-005**  
**Annual Contributions Contract PW-2135**

**Comparison of Annual Contributions Earned and Project Account, Operating Reserve Changes**  
**Year Ended September 30, 1996**

<b>Total Annual Contribution Available</b>	
Minimum Contribution for Period	\$ 287,600
Project Account at Beginning of Period	154,632
<b>Total Annual Contribution Available</b>	<u>442,232</u>
<b>Annual Contribution Required</b>	
Preliminary Administrative Expenses-After Annual Contribution Contract	-
Administrative Fee Shared	42,541
Family Self-Sufficiency Project Coordinator	16,176
Audit Fee	1,780
Housing Assistance Payments	240,000
Capital Expenditures Approved	-
<b>Total Funds Required</b>	<u>300,517</u>
Project Receipts Other Than Annual Contribution	(20)
<b>Total Annual Contribution Required</b>	<u>299,898</u>
<b>Project Account Change</b>	<u>141,813</u>
<b>Operating Receipts</b>	
Operating Income	-
Annual Contribution Earned	308,869
Interest Earned	9
<b>Total Operating Receipts</b>	<u>308,878</u>
<b>Operating Expenditures</b>	
Operating Expenses	276,708
Capital Expenditures	1,839
<b>Total Operating Expenditures</b>	<u>278,547</u>
<b>Net Operating Receipts Available</b>	30,331
<b>Other Items</b>	1,812
<b>Increase (Decrease) in Provision for Operating Reserve</b>	<u>\$ 32,143</u>

The accompanying notes are an integral part of these statements.

**BRUCE HARRELL & CO.**  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE BASED ON AN AUDIT OF COMPONENT  
UNIT FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

To the Board of Commissioners  
Housing Authority of Washington Parish  
Bossierette, Louisiana 70018

We have audited the component unit financial statements of the Housing Authority of Washington Parish, Louisiana, as of and for the year ended September 30, 1996, and have issued our report thereon dated December 19, 1996.

We conducted our audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, issued by the Comptroller General of the United States, and the provisions of OMB Circular A-123, *Audit of State and Local Governments*. These standards and OMB Circular A-123 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Housing Authority of Washington Parish, Louisiana, is the responsibility of the Housing Authority's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Housing Authority's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of management, the Legislative Auditor and the cognate federal agency. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



Bruce Harrell & Company, CPAs  
A Professional Accounting Corporation

December 19, 1996

**Housing Authority of Washington Parish, PMA  
Franklin, Louisiana  
Special Revenue Fund**

**HED Section 8  
Housing Assistance Payments Program  
Existing Housing Certificates  
Project LA-48-E217-005  
Annual Contributions Contract FW-0100**

**Analysis of Surplus  
Year Ended September 30, 1996**

<b>Unreserved Surplus</b>		
Balance, September 30, 1995		\$ (2,285,134)
Net Loss for FYE 9/30/96		(278,718)
Provision for Operating Reserve for FYE 9/30/96		(24,188)
Provision for Unfunded Project Account for FYE 9/30/96		11,007
Balance, September 30, 1996		<u>(2,576,933)</u>
<b>Operating Reserve</b>		
Balance, September 30, 1995		66,100
Provision for Operating Reserve for FYE 9/30/96		24,188
Balance, September 30, 1996		<u>90,288</u>
<b>Unfunded</b>		
Balance, September 30, 1995		83,910
Provision for Unfunded Project Account for FYE 9/30/96		(11,817)
Balance, September 30, 1996		<u>72,093</u>
<b>Cumulative HED Contributions</b>		
Balance, September 30, 1995		3,323,987
Annual Contributions for FYE 9/30/96		209,808
Balance, September 30, 1996		<u>3,533,795</u>
<b>Total Surplus</b>		<b>\$ 21,144</b>

The accompanying notes are an integral part of these statements.

Housing Authority of Washington Parish, FHA  
Franklinton, Louisiana  
Special Revenue Fund

HUD Section 8  
Housing Assistance Payments Program  
Existing Housing Certificate  
Project LA-48-0217-001  
Annual Contribution Contract PW-2038

Schedule of Revenues and Expenditures  
Year Ended September 30, 1998

Operating Income	\$ _____
Operating Expenses	
Preliminary Administrative Expense - Prior to Annual Contribution Contract	-
Preliminary Administrative Expense - After Annual Contribution Contract	-
Administrative Expenses	35,007
Accountant/Audit Cost	1,780
General Expense	-
Housing Assistance Payments	<u>240,091</u>
Total Operating Expenses	\$ <u>276,718</u>

The accompanying notes are an integral part of these statements.



## Existing Housing Certificates